ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02479A

KRAUS INVESTMENT L.C.

DBA SHANGRI-LA RANCH

YYYYY N. SHANGRI-LA LANE

NEW RIVER, AZ 85087

RECEIVED

ACC UTILITIES DIRECTOR

ANNUAL REPORT Water

FOR YEAR ENDING

12 31 2010

FOR COMMISSION USE
ANN 04 10

4-26-11

COMPANY INFORMATION

Company Name (Business]			
Mailing Address 44444	I N. SHANG RI-LA LN		
NEW RIVER (City)		85087	
(City)	(State)	85087 (Zip)	
623-465-5959	623 - 465 - 5900 Fax No. (Include Area Code)		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area	a Code)
Email Address Horsy @	SHANGRI LARANCH. COM		
_	SAMR AS ABOUE (Street)		
(City)	(State)	(Zip)	
Local Office Telephone No. (Include Are	ea Code) Fax No. (Include Area Code)	Cell No. (Include Area	Code)
Email Address Honso	SHANGRILARANCH. COM		
	MANAGEMENT INFORMATIO	<u>ON</u>	
		<u>)N</u>	
	HORST KRAUS		
□Regulatory Contact: □ Management Contact:	HORST KRAUS	(Title)	
			(Zip)
☐ Management Contact:	HORST KRAUS (Name) SAME AS ABOUE	(Title)	(Zip)
☐ Management Contact:	HORST KRAUS (Name) SAME AS ABOUE	(Title)	·
(Street) Telephone No. (Include Area Code)	HORST KRAUS (Name) SAME AS ABOUE (City)	(Title)	·
(Street) Telephone No. (Include Area Code) Email Address Herria Code	HORST KRAUS (Name) SAME AS ABOVE (City) Fax No. (Include Area Code) SHANGRIGARANCH. Com	(Title)	·
(Street) Telephone No. (Include Area Code) Email Address	HORST KRAUS (Name) SAME AS ABOVE (City) Fax No. (Include Area Code) SHANGRIGARANCH. Com	(Title)	·
(Street) Telephone No. (Include Area Code)	HORST KRAUS (Name) SAME AS ABOVE (City) Fax No. (Include Area Code) SHANGRIGARANCH. Com	(Title)	·
(Street) Telephone No. (Include Area Code) Email Address	HORST KRAUS (Name) SAMA AS ABOUE (City) Fax No. (Include Area Code)	(Title)	·
☐ Management Contact:	HORST KRAUS (Name) SAME AS ABOVE (City) Fax No. (Include Area Code) SHANGRICARANCH. COM HORST KRAUS (Name) SAME AS BBOVE	(Title) (State) Cell No. (Include Area C	Code)
☐ Management Contact:	HORST KRAUS (Name) SAME AS ABOVE (City) Fax No. (Include Area Code) SHANGRICARANCH. COM HORST KRAUCH. COM CName) SAME AS BEOVE (City)	(Title) (State) Cell No. (Include Area C	Code)

Name) SAME AS ABOUE (City) Fax No. (Include Area Code	(State) (Zip) Cell No. (Include Area Code)
Fax No. (Include Area Code	
Fax No. (Include Area Code	Cell No (Include Ames Code)
	Call No (Include Ames Code)
<i>a</i> 1	Con No. (include Area Code)
(Name)	
(Name)	
(City)	(State) (Zip)
Fax No. (Include Area Code)	Cell No. (Include Area Code)
	,
WNERSHIP INFORMATI	ION
to your company:	
☐ C Corporation	(C) (Other than Association/Co-op)
☐ Subchapter S C	Corporation (Z)
Association/Co-	-ор (А)
🔀 Limited Liabili	ty Company
COUNTIES SERVED	
es in which you are certificated to	provide service:
☐ COCHISE	☐ COCONINO
☐ GRAHAM	GREENLEE
MARICOPA	☐ MOHAVE
☐ PIMA	☐ PINAL
☐ YAVAPAI	☐ YUMA
	(Name) (City) Fax No. (Include Area Code) DWNERSHIP INFORMAT to your company: C Corporation Subchapter S C Association/Co Limited Liabili COUNTIES SERVED es in which you are certificated to COCHISE GRAHAM MARICOPA PIMA

UTILITY PLANT IN SERVICE

Acet.		Original	Accumulated	O.C.L.D.
No.	DESCRIPTION	Cost (OC)	Depreciation (AD)	(OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights		-	
304	Structures and Improvements		140	
307	Wells and Springs		ONL MP'S	y
311	Pumping Equipment	- K	So Sollanz	
320	Water Treatment Equipment	E WAY	- 15 81 ch	· · · · · · · · · · · · · · · · · · ·
330	Land and Land Rights Structures and Improvements Wells and Springs Pumping Equipment Water Treatment Equipment Distribution Reservoirs and Standpipes Transmission and Distribution Services Meters and Meter Inst Hydrants Backflow Pre Other Pla Offic Standpipes Tansmission and Distribution Services Meters and Meter Inst Hydrants Backflow Pre Other Pla Offic Standpipes Tansmission and Distribution And Tansmission and Distribution Services Meters and Meter Inst Hydrants Backflow Pre Other Pla Offic Tansmission And Tansmission And Tansmission Tansmission and Distribution Services Meters and Meter Inst Hydrants Backflow Pre Other Pla Offic Tansmission And Tansmission And Tansmission And Tansmission Tansmission And Tansmiss	PLCABLES WARE AND PROPERTY OF A PARTY OF A P	BORRANCE	
331	Transmission and Distribution	Sy Stranger	Edil	
333	Services	STAN THE E	Ko.	
334	Meters and Meter Inst	AK WHAIGH		
335	Hydrants	5, 60, 16, 6 kg		
336	Backflow Pre	SELVER CO		
339	Other Pla	distis.		
340	Offic JAN SAN	ME		
341	2 St. Officialis			
343	T. WOLLVINt			
344	Labora.			
345	Power Opent			
346	Communication pment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

This amount goes on the Balance Sheet Acct. No. 108

<u>CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR</u>

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises Land and Land Rights Structures and Improvements Wells and Springs Pumping Equipment Water Treatment Equipment Distribution Reservoirs and Standy Transmission and Distribution Services Meters and Meter I Hydrants Backflow Othe Othe Structures and Rights ARA ARA ARA ARA ARA ARA ARA A		·	
303	Land and Land Rights		.40	
304	Land and Land Rights Structures and Improvements Wells and Springs Pumping Equipment Water Treatment Equipment Distribution Reservoirs and Standy Transmission and Distribution Services Meters and Meter I Hydrants Backflow Othe Standard Relations of the Standard Rela	- N	L'A	
307	Wells and Springs	+ LERON	CUMIUS	
311	Pumping Equipment	E WATE	10,16,	
320	Water Treatment Equipment	LIGHT PARTY	SUBJCK -	
330	Distribution Reservoirs and Stand	Michol Color	ARA.	
331	Transmission and Distributio	H.R. ARRENI		
333	Services NO NOR RAIL	ATTERANO		
334	Meters and Meter 1	ENEST -		
335	Hydrants WAANG ED BUT	O.B.,		
336	Backflov Call Lagrangia			
339	Oth JANG, 15 NO MENT			
340	Sh. ONE TAISTIN -			
341	MOTTELMA			
343	Tooent			
344	Laborate			
345	Power Oper			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

This amount goes on the Comparative Statement of Income and Expense _____ Acct. No. 403.

BALANCE SHEET

Acct		BALAN	BALANCE AT
No.		BEGIN	*****
	CURRENT AND ACCRUED ASSETS Cash Working Funds Temporary Cash Investments Customer Accounts Receivable Notes/Receivables from Associated Compar Plant Material and Supplies Prepayments Miscellaneous Current and Accrued TOTAL CURRENT AND ACCF FIXED Utility Plant in Service Property Held for Fut Construction Work Accumulated Dr Non-Utility P Accumulated TOTAL TOTAL		YEAR
		40	
	CURRENT AND ACCRUED ASSETS	1,	
131	Cash		3
134	Working Funds	allo out	,
135	Temporary Cash Investments	16, 0, 76,	
141	Customer Accounts Receivable	Wr. 4. 672 x	
146	Notes/Receivables from Associated Compar	8 8 8 7 7C	
151	Plant Material and Supplies	6,6, 60,8; W	
162	Prepayments	6 100 P	
174	Miscellaneous Current and Accrued		
	TOTAL CURRENT AND ACCT	6. V. C	
	The state of	C. C	S
	70 00 0 M	Very	
	FIXED	<i>b</i> .	
101	Utility Plant in Service	3. '	\$
103	Property Held for Fut		Ψ
105	Construction Work		
108	Accumulated D		
121	Non-Utility P 30 C 10 16 -		
122	Accumulat HA H. K. P. STI		
	TOTA' S' S'C'JE' -	\$	\$
	.O. L. II.	Ψ	Ψ
	CURRENT AND ACCRUED ASSETS Cash Working Funds Temporary Cash Investments Customer Accounts Receivable Notes/Receivables from Associated Compar Plant Material and Supplies Prepayments Miscellaneous Current and Accrued TOTAL CURRENT AND ACCr FIXED Utility Plant in Service Property Held for Fut Construction Work Accumulated Dr Non-Utility P Accumulated TOTAL TOTAL	\$	S

NOTE: The Assets

J be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF	BALANCE AT
210.	LIABILITIES	YEAR	END OF YEAR
· · · · · · · · · · · · · · · · · · ·			
	CURRENT LIABILITES		
231	Accounts Payable		\$
232	Notes Payable (Current Portion)	- 0	
234	Notes/Accounts Payable to Associated Companies		*
235	Customer Deposits	W .01	
236	Accrued Taxes	or initis	
237	Accrued Interest	it som	
241	Miscellaneous Current and Accrued Liabilities	V. 10.45	
	TOTAL CURRENT LIABILITIES	1,64. 42 8,74. —	\$
	LONG-TERM DEBT (Over 12 Mon'	6, colorina —	
224	Long-Term Notes and Bonds	WAY TO THE THE PARTY OF THE PAR	\$
	DEFERRET A STATE	C NICK	
251	Unamortized Premium on D	C'AL -	\$
252	Advances in Aid of Const	6	Ψ
255	Accumulated Deferred T	•	
271	Contributions in Aid		
272	Less: Amortization		
281	Accumulated Dr		
	Accounts Payable Notes Payable (Current Portion) Notes/Accounts Payable to Associated Companies Customer Deposits Accrued Taxes Accrued Interest Miscellaneous Current and Accrued Liabilities TOTAL CURRENT LIABILITIES LONG-TERM DEBT (Over 12 Mon' Long-Term Notes and Bonds DEFERREY Unamortized Premium on D' Advances in Aid of Const Accumulated Deferred ' Contributions in Aid Less: Amortizatio Accumulated Dr TOTAL DEF TOTAL DEF Common . Paid in Capit. Retained Earnins	\$	\$
	TOTAL LANGE TO ANY THE TOTAL PARTY OF THE PA		
	TOTAL SKY CALES	\$	\$
	TS TE		
201	Common .	\$	\$
211	Paid in Capit.		
215	Retained Earning		
218	Proprietary Capital (s and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$	\$

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue	1,000	
474	Other Water Revenues		
	TOTAL REVENUES	\$	
	OPERATING EXPENSES Salaries and Wages Purchased Water Purchased Power Chemicals Repairs and Maintenance Office Supplies and Expense Outside Services Water Testing Rents Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Expenses Depreciation Expenses Taxes Other Ti Property Tar Income T Income T TOTA	140	
601	Salaries and Wages	\$ 117	01
610	Purchased Water		Mils -
615	Purchased Power	The second	AN
618	Chemicals		Aguar
620	Repairs and Maintenance	War to by	· <i>i</i> y
621	Office Supplies and Expense	MA CONT	
630	Outside Services	71/57 COO St.	
635	Water Testing) #, P/V / V	
641	Rents	Ch. S. Brish. —	
650	Transportation Expenses	TERMO -	
657	Insurance – General Liability	WE WISHE	
659	Insurance - Health and Li	14, 2	
666	Regulatory Commissio	(B.)	
675	Miscellaneous Expe	. O	
403	Depreciation Exr)	
408	Taxes Other T'	1	
408.11	Property Ta		
409	Income T		
	TOTA S. ONECTES	\$	\$
ů	OPERA COLVIII	\$	\$
	Salaries and Wages Purchased Water Purchased Power Chemicals Repairs and Maintenance Office Supplies and Expense Outside Services Water Testing Rents Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic Miscellaneous Expe Depreciation Exr Taxes Other Ti Property Tay Income Transportation Expenses Insurance – General Liability Insurance – Health and Lift Regulatory Commissic		
419	Interest and Divic	\$	
421	Non-Utility Income	Φ	\$
426	Miscellaneous Non-Uthaty Expenses		
427	Interest Expense		
121		•	Φ
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$	\$

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan			o _	
Dollar Amount Issued	\$	· wit	. R. C	\$
Amount Outstanding	\$	ALPO,	PURAJE	\$
Date of Maturity		ENEXT IS	\$\(\frac{1}{2}\)	
Interest Rate		Or Sol Color	2AT %	%
Current Year Interest	_ \ 29\ 69\ X	A BUSE IN	\$	\$
Current Year Principle	JOY OF FAMILY	ACCHANO _	\$	\$
Meter Depos	S S S S S S S S S S S S S S	B.A.		
Meter Depos	MARINGE PROC	ð. <u> </u>		
Meter Γ	r stupped sis	ır <u>\$</u>		
anch	SATTAK			
Skir o	ALCO THE			
4 00	75 14			
G				

COMPANY NAME	SHANGRI-LA RANCH	
Name of System:	ADEQ Public Water System Number: W-02474A	

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-800-892	1/2	6	UNKNOWN	6	3/4	2
65-800-893	11/2	12	*	5.4	14	2
55-800-894	3	13		6	/ K	2
55 -800 -895	1/2	6	ч	6	3/4"	7
55 - 800 - 877	142_	15	400	5	14	2001

Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS		
Horsepower	Horsepower Quantity		Quantity Other	
3	1		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
1	1			

STORAGE TAN	VKS	PRESSUI	RE TANKS
Capacity	Quantity	Capacity	Quantity
20	,	80	4
15. 000			-

Note: If you are filing for more than one system, please provide separate sheets for each system.

56-002319.0000

-				
	COMPANY	NAME	C1+	Ai

SHANGRI-LA RANCU

Name of System:

ADEQ Public Water System Number: W-02774A

56-002319.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

	MAINS	
Size (in inches)	Material	Length (in feet)
2		
3		
4	-	
5	NONE LARA	.ZR
6	THAN 1/2	ч
8		
10		
12		
7		

CUSTOMER METERS

Size (in inches))	Quantity
5/8 X ³ / ₄)	
3/4	I	
1		
1 1/2		
2	\int	
Comp. 3	7	NO CUSTOMEN
Turbo 3	T	METERS
Comp. 4	Ι	
Turbo 4	T	
Comp. 6		
Turbo 6)	
	V	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:		
CHLORINATOR	 	
F147ER R.O. 5757EM	 **	
R.O. 5757EM		
	 	-
STRUCTURES:		
N.A.	 	
	 	
OTHER: NONE		
	 · · · · · · · · · · · · · · · · · · ·	

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	SHANGRI- LA RANCH
Name of System:	ADEQ Public Water System Number: W-02474A

56-00 2319.0000

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF	GALLONS	GALLONS	GALLONS
	CUSTOMERS	SOLD	PUMPED	PURCHASED
		(Thousands)	(Thousands)	(Thousands)
JANUARY			413	
FEBRUARY			172	
MARCH			345	
APRIL		2	299	
MAY		b /	224	/
JUNE	Q P		211	
JULY			196	
AUGUST	Sate		241	20
SEPTEMBER	0/		257	,0
OCTOBER			362	-
NOVEMBER			391	
DECEMBER			423	
	$TOTALS \rightarrow$		3 753	

What is the level of arsenic for each well on your system?mg/l (If more than one well, please list each separately.)
If system has fire hydrants, what is the fire flow requirement?GPM forhrs
If system has chlorination treatment, does this treatment system chlorinate continuously' () Yes () No
Is the Water Utility located in an ADWR Active Management Area (AMA)? () Yes () No
Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement? () Yes () No
If yes, provide the GPCPD amount:

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	SHANGRI-LA WATER WORKS
Name of System:	ADEQ Public Water System Number: 54 - 00 2319.000

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL		1 JEP	
MAY			
JUNE	2077		
JULY	CHUTOFF		
AUGUST	110		-
SEPTEMBER	N		
OCTOBER			
NOVEMBER			
DECEMBER			
$TOTALS \rightarrow$			

OTHER (description):			

COMPANY NAME Kyaus Investments, LC DBA Shaugning YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar	Year 2010 was: \$	32,224,34	
Attach to this annual report proof (e.g. property tax bil property tax payments) of any and all property taxes p	lls stamped "paid in	full" or copies of ca	ncelled checks
If no property taxes paid, explain why			
SILANGRI LA RANCH ALLEN N. Shanger La Laur New Rever, A. 80007 PYY in the) Flar cope County Treasurer \$ 16 42, 17 Sinteen thousand analysis of twelve 17 100 hollers 6 5000 For 2 2 d helf Giscle Kicais - 1:2210527A: 57256028BB= 1389B REF#8115104514 CK# 13898 16112.17			TPay to the Order of Spink of America Proents, Arzonda For Deposit Only Markops Sounity 9379463057
SHANGRI LA RANCH 4444 N. Name above New Kiver, AZ 8260* Phrashe: Haricapo Cty. Treus 44rr \$ 16 112, 17 Sinches thousand mehind sector downlines For Rancy 1:1221052781: 57256028888* 13678 REF#8117129516 CK# 13678 16112.17	Definition 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		"Pay to the Order of Bank of America Program, Az zana Por Stewart Only Makabad Gounty 137,9403057"

for

VERIFICATION AND SWORN STATEMENT Taxes

"SCEIVE.

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

CUTLITIES DIRECTOR
RECTOR
A RANCH

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

i	MONTH	DAY	YEAR
	12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL.

623 465 5959 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

JOFFICIAL SEAL DAY OF GISELA KRAUS

Notary Public-State of Arizona (MARASOPA COUNTY My Commission Exp. 07128/13

COUNTY NAME MARICOPA

MONTH APRIC

Tisela

,2011

Craws

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES JULY 28-2013

COMPANY NAME KRAUS INVESTMENTS L.C. DBA SHANGRI-LA RANCH YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported Estimated or Actual Federal Tax Liability

State Taxable Income Reported Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances



Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

VERIFICATION AND **SWORN STATEMENT Intrastate Revenues Only**

VERIFICATION	,			Account	
STATE OF ARIZONA	COUNTY OF (COUNT	OPA		ACC UTILITIES DIF	RECTOR
I, THE UNDERSIGNED	NAME (OWNER OR O	OFFICIAL) TITLE US PRESCOR	NT		· OK
OF THE	COMPANY NAME	MENTS L.C. OB		RANCH	
DO SAY THAT THIS ANNUAL	UTILITY REPOR	RT TO THE ARIZO	ONA CORPORA	ATION COMMI	SSION
FOR THE YEAR ENDING	монтн 12	DAY 31	YEAR 2010		
HAS BEEN PREPAI PAPERS AND RECO THE SAME, AND I STATEMENT OF B COVERED BY THIS I SET FORTH, TO THE SWORN STATEMENT IN ACCORDANCE W 401, ARIZONA REVI OPERATING REVEN	RDS OF SAID DECLARE THE USINESS AND REPORT IN RES BEST OF MY R VITH THE REQUESED STATUTE	UTILITY; THATE E SAME TO BE AFFAIRS OF SEPECT TO EACH ENOWLEDGE, IN UIREMENT OF ES, IT IS HERE UTILITY DERIVE	F I HAVE CASE A COMPLISATE UTILITY H AND EVERY NFORMATION TITLE 40, AND TITLE 40, AND TITLE 40, AND TITLE FROM A	AREFULLY EX LETE AND (FY FOR THE Y MATTER AN N AND BELIEI RTICLE 8, SEC ED THAT TH	XAMINED CORRECT PERIOD ND THING F. CTION 40-
<u>UTILITY OPERATIO</u>	NS DURING CA	Arizona Intrastate G		venues Only (\$)	
		(THE AMOUNT INCLUDES \$_ IN SALES TAX			
**REVENUE REPORTED ON THIS PAINCLUDE SALES TAXES BILLED OF COLLECTED. IF FOR ANY OTHER THE REVENUE REPORTED ABOVE AGREE WITH TOTAL OPERATING ELSEWHERE REPORTED, ATTAC STATEMENTS THAT RECONCILE DIFFERENCE. (EXPLAIN IN DETAILS SUBSCRIBED AND SWORN TO BE	OR REASON, E DOES NOT G REVENUES H THOSE THE IL)	623	for the formal of the formal o		
A NOTARY PUBLIC IN AND FOR T	HE COUNTY OF	COUNTY NAME	1ARICOPA		
OFFICIAL SEAL OF		MONTH PPRIL			

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

Intrastate Revenues Only



VERIFICATION

STATE OF ARIZONA	COUNTY OF (COUNTY NAME) MARICOPA		
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) HORST KRAUS	TITLE PRESIDENT	
OF THE	COMPANY NAME KRAUS INVESTIME 273 LC DBA	SHANGEL-LA RANCH	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING MONTH DAY YEAR 2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE UTILITY OPERATIONS</u> RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

TOTTE AMOUNT IN DOV AT LEFT

RIZONA INTRASTATE GROSS	S OPERATING REVENUE	INCLUD	ES \$ S TAXES BILLED, OR C	
RESIDENTIAL REVENU MUST INCLUDE SALES		THIS PAGE	SIGNATURE OF OWNER OR OFFICE	CIAL
			623 -415 - S	359
SUBSCRIBED	AND SWORN TO B	EFORE ME	NOTARY PUBLIC NAME O115 & C4	raus
A NOTARY P	JBLIC IN AND FOR	THE COUNTY OF	Maricopa	<u> </u>
THIS	14 th	DAY OF	MONTH April	.20_1_(
(SEAL MY COMMISS	OFFICIAL SEAL GISELA KRAUS NOTATY PUBLIC-STATE OF AT MARICOPA COUNTY COMPTISE AS EXPLICATION TON EXPIRES	izona	Gise Le Vo GIGNATURE OF NOTARY	PUBLIC